

EEB02*Economic Environ. of Business*

Roll No :

Total No of Questions 8

Duration (hrs) - 2 Hrs.

Total No of Printed Pages-1

Maximum Marks- 30

Note: Attempt any six questions. All questions carry equal marks

1. Explain the following terms -GDP, GNP, NNP, CRR, current account
2. Explain the quantitative measures which are taken by reserve bank of India during inflation or recession Explain any two
3. What do you understand by the term central bank. What are the various functions of central bank. Explain any two functions
4. What is a commercial bank. How can it help in development of an economy
5. Explain the process of credit creation
6. What do you understand by money market. Explain its sub markets and instruments. Any two
7. Explain what is capital account convertibility. What are the prerequisites for it according to Tarapore Committee
8. Calculate net national product at factor cost from the following data

Item	Rs Cror
Compensation of employees	5000
Employer's Contribution to provided fund	500
Earthquake relief fund	500
Net indirect taxes	300
Rent	7000
Interest	8000
Profit of ABC steel LTD	8000